IN THE UNITED STATES DISTRICT COURT WESTERN DISTRICT OF TEXAS SAN ANTONIO DIVISION

FREDY RAMOS, Individually and on Behalf of All Others Similarly Situated

PLAINTIFF

VS.

No. 5:16-cv-41

CAPITAN CORPORATION

DEFENDANT

ORIGINAL COMPLAINT—COLLECTIVE ACTION

COMES NOW Plaintiff Fredy Ramos, individually and on behalf of all others similarly situated, by and through his attorney Josh Sanford of Sanford Law Firm, PLLC, and for his Original Complaint—Collective Action against Defendant Capitan Corporation, and in support thereof he does hereby state and allege as follows:

I.

PRELIMINARY STATEMENTS

- 1. Plaintiff brings this action under the Fair Labor Standards Act, 29 US.C. § 201, et seq. ("FLSA"), for declaratory judgment, monetary damages, liquidated damages, prejudgment interest, civil penalties and costs, including reasonable attorney's fees as a result of Defendant's policy and practice of failing to pay Plaintiff overtime compensation for the hours in excess of forty hours in a single week that he was made to work.
- 2. Upon information and belief, for at least three (3) years prior to the filing of this Complaint, Defendant has willfully and intentionally committed violations of the

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FLSA as described, infra.

3. The proposed Section 216 class is composed entirely of employees who

are or were salaried as Engineers or similar field employees for Defendant, who, during

the applicable time period, work/worked for Defendant and are/were denied their

fundamental rights under applicable federal wage and hour laws.

4. The proposed Section 216 class will seek recovery of monetary damages

for all overtime worked by Plaintiff and the putative class members.

II.

THE PARTIES

5. Plaintiff Fredy Ramos is a resident and citizen of Andrews County, Texas.

6. He was employed by Defendant to work as an Engineer, including in the

Eagle Ford area.

7. At all times relevant hereto, Plaintiff was misclassified as exempt from

overtime wages and paid a salary.

8. Plaintiff was employed by Defendant from about April of 2014 until about

April of 2015.

9. Defendant Capitan Corporation is a for-profit, domestic corporation

registered to do business in the State of Texas, providing products and services in the

oil and gas industry, throughout the United States in those areas in which fracking is a

viable business.

10. Capitan Corporation has annual gross revenues exceeding \$500,000.00.

11. Capitan Corporation's principal address is 4405 SCR 1270, Midland,

Texas 79706.

12. Capitan Corporation's registered agent for service in the State of Texas is Kent Brown, 12109 WCR, Odessa, Texas 79765.

13. Defendant was at all times relevant hereto Plaintiff's employer and has been engaged in interstate commerce as that term is defined under the FLSA.

14. Defendant can be served within the State of Texas.

III.

JURISDICTION AND VENUE

15. The United States District Court for the Western District of Texas has subject matter jurisdiction over this suit under the provisions of 28 U.S.C. § 1331 because this suit raises federal questions under the FLSA.

16. The acts complained of herein were committed and had their principal effect against the named Plaintiff herein within the San Antonio Division of the Western District of Texas; therefore, venue is proper within this District pursuant to 28 U.S.C. § 1391.

IV.

REPRESENTATIVE ACTION ALLEGATIONS

17. Plaintiff brings this claim for relief for violation of the FLSA as a collective action pursuant to Section 16(b) of the FLSA, 29 U.S.C. § 216(b), on behalf of all persons similarly situated as Engineers or similar field employees who were, are or will be employed by Defendant and were improperly misclassified as exempt from payment of the overtime premium at any time within the applicable statute of limitations period, who are entitled to payment for overtime wages which Defendant failed to pay due to the intentional misclassification of Plaintiff and of those similarly situated.

18. Plaintiff asserts violations of the FLSA on behalf of all persons who were

employed by Defendant as Engineers or similar field employees and who were

misclassified (as exempt, but were in fact non-exempt) hourly employees from three

years prior to the date of the filing of this lawsuit, through the time of the trial of this

case.

19. Plaintiff is unable to state the exact number of the class but believes that

the class exceeds 50 persons but is less than 250 persons.

20. Defendant can readily identify the members of the class, who are a certain

portion of the current and former employees of Defendant.

21. The names and physical and mailing addresses of the probable FLSA

collective action Plaintiffs are available from Defendant, and notice should be provided

to the probable FLSA collective action Plaintiffs via first class mail to their last known

physical and mailing addresses as soon as possible.

22. The email addresses of many of the probable FLSA collective action

Plaintiffs are available from Defendant, and notice should be provided to the probable

FLSA collective action Plaintiffs via email to their last known email address as soon as

possible.

23. Oilfield workers are by definition not at their residences as frequently as

many other working-class Americans. As such, they rely on email just as much or more

so than typical wage earners, who themselves live their lives with a growing

dependence upon email as opposed to traditional U.S. Mail.

24. The proposed FLSA class members are similarly situated in that they have

been subject to uniform practices by Defendant which violated the FLSA, including:

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a. Defendant' uniform misclassification of them as exempt employees under the FLSA;

 Defendant' failure to pay members of the class overtime compensation in violation of the FLSA, 29 U.S.C. § 201 et seq.; and

٧.

FACTUAL ALLEGATIONS

25. Plaintiff repeats and re-alleges all previous paragraphs of this Complaint as though fully incorporated herein.

26. Plaintiff was an employee of Defendant within the last three years. Plaintiff was classified as a salaried employee during that time period.

- 27. Upon commencement of work for Defendant, Plaintiff did not sign any contract of employment setting forth his hours or wages. His annual compensation was not less than \$455.00 per week nor more than \$100,000.00 per year.
- 28. In performing his services for Defendant, Plaintiff was not required to utilize any professional education relevant to his job duties.
- 29. Plaintiff's primary duty as an Engineer was to operate and manage equipment used in fracking oil and gas wells.
- 30. Plaintiff was a classic blue-collar worker, spending his physical, demanding, long shifts working on and with machinery and not in an office.
- 31. During the course of his employment, Plaintiff did not manage the enterprise or a customarily recognized subdivision of the enterprise.
- 32. Plaintiff did not select any employees for hire nor did he provide any training for any employee. Plaintiff had no ability to hire and fire any employee.
 - 33. Plaintiff did not have any control of or authority over any employee's rate

of pay or working hours.

34. Plaintiff did not maintain or prepare production reports or sales records for

use in supervision or control of the business.

35. Similarly, Plaintiff did not have any responsibility for planning or controlling

budgets.

36. On average, Plaintiff almost always, if not always, worked far more than

40 hours per week. He did not receive any overtime compensation.

37. Plaintiff did not receive overtime premiums for hours worked in excess of

40 in a workweek.

VI.

CLASS ACTION ALLEGATIONS

38. Plaintiff repeats and re-alleges all previous paragraphs of this Complaint

as though fully incorporated herein.

39. Plaintiff brings this collective action to recover monetary damages owed

by Defendant to Plaintiff and members of the putative Class for all the overtime

compensation for all the hours he and they worked in excess of forty (40) each week.

40. Plaintiff brings this action on behalf of himself and all other similarly

situated employees, former and present, who were and/or are affected by Defendant'

willful and intentional violation of the FLSA.

41. In addition, and in the alternative, Plaintiff brings this action in his

individual and personal capacity, separate and apart from the class claims set forth

herein.

42. Plaintiff also brings this claim for relief for violation of the FLSA as a

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collective action pursuant to Section 16(b) of the FLSA, 29 U.S.C. § 216(b). The Collective Class is defined as follows:

All former, current and future employees of Defendant who were employed as salaried Engineers or similar positions during the statutory period.

- 43. This action is properly brought as a class action pursuant to the collective action procedures of the FLSA.
- 44. The Class is so numerous that joinder of all members is impractical. While the exact number and identities of Class members are unknown at this time, and can only be ascertained through appropriate discovery, Plaintiff believes that at least fifty putative class members have worked for Defendant without appropriate pay, as described herein, throughout the applicable statutory period.

VII.

FIRST CLAIM FOR RELIEF

(Individual Claim for Violation of FLSA—Misclassification)

- 45. Plaintiff repeats and re-alleges all the preceding paragraphs of this Complaint above, as if fully set forth herein.
- 46. Defendant intentionally misclassified Plaintiff as exempt from overtime compensation.
- 47. Defendant deprived Plaintiff of overtime compensation for all of the hours over forty (40) per week in violation of the FLSA.
- 48. Defendant' conduct and practices, as described above, were willful, intentional, unreasonable, arbitrary and in bad faith.
 - 49. By reason of the unlawful acts alleged herein, Defendant is liable to

Plaintiff for monetary damages, liquidated damages and costs, including reasonable

attorney's fees provided by the FLSA for all violations which occurred beginning at least

three (3) years preceding the filing of Plaintiff's initial complaint, plus periods of

equitable tolling.

50. Alternatively, should the Court find that Defendant acted in good faith in

failing to pay Plaintiff as provided by the FLSA, Plaintiff is entitled to an award of

prejudgment interest at the applicable legal rate.

VIII.

SECOND CLAIM FOR RELIEF

(Collective Action Claim for Violation of FLSA against Plaintiff and All Those Similarly Situated Class Members)

51. Plaintiff repeats and re-alleges all the preceding paragraphs of the

Complaint above, as if fully set forth herein.

52. Defendant required Plaintiff and similarly situated members of the classes

to work in excess of forty (40) hours each week but failed to pay Plaintiff and the class

members overtime compensation for all of the hours in excess of forty (40) in each

workweek.

53. Defendant deprived Plaintiff and the class members overtime

compensation for all of the hours over forty (40) per week, in violation of the FLSA.

54. Defendant' conduct and practice, as described above, were/are willful,

intentional, unreasonable, arbitrary and in bad faith.

55. By reason of the unlawful acts alleged herein, Defendant are liable to

Plaintiff and similarly situated members of the class for monetary damages, liquidated

damages and costs, including reasonable attorney's fees provided by the FLSA.

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IX.

EQUITIBLE TOLLING

- 56. Plaintiff repeats and re-alleges all the preceding paragraphs of the Complaint above, as if fully set forth herein, pleading in the alternative.
- 57. Defendant failed to apprise Plaintiff and the collective class members of their rights under the FLSA by posting USDOL-compliant notices in the workplaces of Plaintiff and the class members.
- 58. Plaintiff and the class members are entitled to a just and reasonable amount of equitable tolling.

X.

WILLFULNESS

- 59. Plaintiff repeats and re-alleges all the preceding paragraphs of the Complaint above, as if fully set forth herein.
- 60. All actions by Defendant are willful and not the result of mistake or inadvertence.
- 61. Defendant knew or should have known that the FLSA applied to the operation of its oil and gas well operations at all relevant times.
- 62. Defendant knew of or should have been aware of previous litigation and enforcement actions relating to wage and hour violations involving the misclassification of positions very similar to Defendant' "Engineer".
- 63. Law in support of the position taken by Plaintiff in this lawsuit is reflected in the U. S. Department of Labor Wage and Hour Division Fact Sheet #17B. Significantly, the information in the Fact Sheet predates the intentional non-payment of

overtime planned and committed by Defendant within the time period of the statute of

limitations that is applicable to this case.

64. Despite being on notice of its violations, Defendant chose to continue to

misclassify Plaintiff and other members of the proposed collective class and withhold

overtime wages to them in an effort to enhance its profits.

65. Additionally, upon information and belief, some members of the proposed

collective class from time to time complained to Defendant about the unlawfulness of

Defendant' manner of payment and policies related to improper payment procedures.

XI.

PRAYER FOR RELIEF

WHEREFORE, premises considered, Plaintiff Fredy Ramos, individually and on

behalf of all others similarly situated, respectfully pray for declaratory relief and

damages as follows:

(a) That Defendant be summoned to appear and answer herein;

(b) That Defendant be required to account to Plaintiff, the class members, and

the Court for all of the hours worked by Plaintiff and the class member and all monies

paid to them;

(c) A declaratory judgment that Defendant' practices alleged herein violate

the Fair Labor Standards Act, 29 U.S.C. §201, et seq., and attendant regulations at 29

C.F.R. §516 et seq.;

(d) Certification of, and proper notice to, together with an opportunity to

participate in the litigation, all qualifying current and former employees;

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(e) Judgment for damages for all unpaid overtime compensation under the

Fair Labor Standards Act, 29 U.S.C. §201, et seq., and attendant regulations at 29

C.F.R. §516 et seq.;

(e) Judgment for liquidated damages pursuant to the Fair Labor Standards

Act, 29 US.C. §201, et seq., and attendant regulations at 29 C.F.R. §516 et seq., in an

amount equal to all unpaid overtime compensation owed to Plaintiff and members of the

Class during the applicable statutory period;

(f) An order directing Defendant to pay Plaintiff and members of the Class

prejudgment interest, reasonable attorney's fees and all costs connected with this

action; and

(g) Such other and further relief as this Court may deem necessary, just and

proper.

Respectfully submitted,

FREDY RAMOS, Individually and on behalf of All Others Similarly

Situated, PLAINTIFF

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